REMARKS

Claims 1-9 and 11-20 are pending. Claims 1, 11 and 20 are amended. No new matter has been added as a result of these amendments.

Claim Rejections – 35 U.S.C. §101

Claims 1-9 are rejected under 35 U.S.C. 101 as being allegedly directed to non-statutory subject matter. The rejection noted that a \$101 process must be tied to another statutory class (such as a particular apparatus) or transform underlying subject matter (such as an article or materials) to a different state or thing. The rejection noted that the previous Office Action response amended Claim 1 to satisfy many of the statutory requirements, but noted that several other limitations in Claim 1 would benefit from analogous amendments, in particular. Applicants have amended Claim 1 to add the following limitations: "transmitting the shipping order over a public data network by the processor," "automatically generating a picking list by the logistics provider," and "automatically generating delivery information to the manufacturer by the logistics provider." The limitations now encompass that the "transmitting" and "automatically generating" are performed by the processor and logistics provider, respectively, of Claim 1. Therefore, Applicants respectfully request that the rejection of Claims 1-9 under 35 U.S.C. 101 be reconsidered and withdrawn.

SEAG-STL11079 Page 7 of 13 Examiner: Fleischer, Mark A. Serial No.: 10/716,669 Group Art Unit: 3624

Claim Rejections - 35 U.S.C. §103

Claims 1-3 and 5-19 are rejected under 35 U.S.C. 103(a) as being allegedly unpatentable over Lindoerfer (US 2002/0069096), hereinafter "Lindoerfer," in view of Aram (US 2002/0072986), hereinafter "Aram."

Claim 4 is rejected under 35 U.S.C. 103(a) as being allegedly unpatentable over Lindoerfer in view of Aram and further in view of Kureshy (US 2002/0152268), hereinafter "Kureshy."

Claim 20 is rejected under 35 U.S.C. 103(a) as being allegedly unpatentable over Lindoerfer in view of Aram. Applicants respectfully assert that Claims 1-20 are patentable over the cited combinations in view of the following.

Applicants respectfully point out that the Examiner has the burden of establishing a prima case of obviousness. To establish a prima facie case of obviousness, three basic criteria must be met. First, there must be some suggestion or motivation, either in the references themselves or in the knowledge generally available to one of ordinary skill in the art, to modify the reference or to combine reference teachings. Second, there must be a reasonable expectation of success. Finally, the prior art reference (or references when combined) must teach or suggest all the claim features. The teaching or suggestion to make the claimed combination and the reasonable expectation of success must both be found in the prior art, and not based on Applicant's disclosure. In re Vaeck, 947 F.2d 488, 20 USPQ2d 1438 (Fed. Cir. 1991). See MPEP 2100-126. Specifically, "all words in a

SEAG-STL11079 Page 8 of 13 Examiner: Fleischer, Mark A. Serial No.: 10/716,669 Group Art Unit: 3624

claim must be considered when judging the patentability of that claim against the prior art." *In re Wilson*, 424 F.2d., 1382 (CCPA 1970).

Moreover, in response to the recent U.S. Supreme Court decision in *KSR Int'l Co. v. Teleflex, Inc.* (U.S. 2007), new guidelines were set forth for examining obviousness under 35 U.S.C. 103. The U.S. Supreme Court reaffirmed the *Graham* factors and, while not totally rejecting the "teachings, suggestion, or motivation" test, the Court appears to now require higher scrutiny on the part of the U.S. Patent & Trademark Office. In accordance with the recently submitted guidelines, it is "now necessary to identify the reason" why a person of ordinary skill in the art would have combined the elements of cited references, or at least describe the pertinence of the elements set forth in the cited disclosure, in the manner presently claimed.

Applicants respectfully assert that the combination of Lindoerfer and Aram fail to teach or suggest all the claimed elements of Claims 1-3 and 5-19 in view of the following rationale.

Claim 1:

Claim 1 has been amended to recite in part: "automatically detecting usage of parts on a product line with at least one parts consumption detector, wherein the detection occurs at the time of part usage." Applicants respectfully assert that Lindoerfer does not teach or suggest "automatically detecting usage of parts on a product line with at least one parts consumption detector, wherein the detection occurs at the time of part usage," as claimed in Claim 1.

SEAG-STL11079 Page 9 of 13 Examiner: Fleischer, Mark A. Serial No.: 10/716,669 Group Art Unit: 3624

As understood by applicants, Lindoerfer discloses a secure Internet electronic commerce solution for buyers/manufacturers and respective vendors/suppliers. More particularly, various embodiments as disclosed by Lindoerfer provide tools that allow trading partners to collaboratively manage and optimize the execution of the supply chain management process. In particular, Lindoerfer teaches that one or more manufacturers send data describing material delivery requirements to a server. Suppliers then access the service machine to view and respond to the multiple manufacturer's requirements via a normalized business method with a normalized view of multiple manufacturer data and business requirements (para [0013]). Data is received from manufacturers, suppliers and then normalized (converted into a standard data structure within the system). This data is then accessible and understandable by all users of the system, regardless of the data's original source (Paras [0014]-[0019]).

Lindoerfer teaches that users have access to a product and/or service usage "Trend Analysis" screen for both historical and planned events (Para [0213]). The "Trend Analysis" screen provides an analysis of each month within a selected time frame (Para [0213]). This includes a "schedule variation maximum" showing the largest quantity of a specific part that has been <u>forecast</u> by the manufacturer to be delivered in each displayed time period as well as a "schedule variation minimum" for the smallest such quantity (Para [0213]). Applicants respectfully assert that the rejection is reading the trend analysis as disclosed by Lindoerfer on Applicants claimed "automatic detection," as claimed in Claim 1. Further, the rejection contends that whether the method is performed manually or automatically (using data processing equipment to automatically perform

SEAG-STL11079 Page 10 of 13 Examiner: Fleischer, Mark A. Serial No.: 10/716,669 Group Art Unit: 3624

that which was previously performed manually), Lindoerfer teaches a system and method by which the cumulative consumption of materials is tracked and communicated. However, rather than the analysis of a trend to determine a <u>forecasted</u> maximum or minimum quantity of parts for delivery to a particular manufacturer, Applicants claim "automatically detecting usage of parts on a product line with at least one parts consumption detector, wherein the detection occurs at the time of part usage, as claimed in Claim 1. The analysis of past parts usage to determine forecasted usage for upcoming periods of time to determine delivery requirements fails to teach or suggest "automatically detecting usage of parts on a product line with at least one parts consumption detector, wherein the detection occurs <u>at the time of part usage</u>," as claimed in Claim 1.

Applicants respectfully assert that Aram does not remedy the deficiencies of Lindoerfer. Applicants respectfully assert that Aram does not teach or suggest, and is not alleged by the rejection to disclose "automatically detecting usage of parts on a product line with at least one parts consumption detector, wherein the detection occurs at the time of part usage," as claimed in Claim 1.

Therefore, Applicants respectfully assert that embodiments as recited by Claim 1 are not rendered obvious by the combination of Lindoerfer and Aram. Accordingly, Applicants respectfully assert that dependent Claims 2-3 and 5-9 are patentable by virtue of their dependency on an allowable base claim, as well as for their additional recited patentable features.

SEAG-STL11079 Serial No.: 10/716,669 Page 11 of 13 Examiner: Fleischer, Mark A.

Group Art Unit: 3624

Claim 4:

Applicants respectfully assert that dependent Claim 4 is patentable by virtue of its

dependency on allowable base claim 1, as well as for its additional recited patentable

features.

<u>Claim 11:</u>

Independent Claim 11 recites features similar to that of independent Claim 1 and

is therefore patentable for at least the same or similar reasons as recited above.

Accordingly, Applicants respectfully assert that dependent Claims 12-19 are patentable

by virtue of their dependency on an allowable base claim, as well as for their additional

recited patentable features.

Claim 20:

Independent Claim 20 recites features similar to that of independent Claims 1 and

is therefore patentable for at least the same or similar reasons as recited above.

For the above reasons, Applicants request reconsideration and withdrawal of the

rejections under 35 U.S.C. §103.

CONCLUSION

In light of the above listed remarks, reconsideration of rejected Claims is requested. Based on the arguments presented above, it is respectfully submitted that Claims 1-9 and 11-20 overcome the rejections of record and, therefore, allowance of Claims 1-9 and 11-20 is earnestly solicited.

Please charge any additional fees that may be required to maintain pendency of the present application, or apply any credits to our PTO deposit account number: 50-4160.

Respectfully submitted,

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